



CABINET FOR HEALTH AND FAMILY SERVICES  
DEPARTMENT FOR MEDICAID SERVICES

Steven L. Beshear  
Governor

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Frankfort, KY 40621  
[www.chfs.ky.gov](http://www.chfs.ky.gov)

Janie Miller  
Secretary

Elizabeth A. Johnson  
Commissioner

April 3, 2009

TO: General Hospital (01) Provider Letter # A-239  
Dialysis (39) Provider Letter # A-27

**RE: Federal Deficit Reduction Act of 2005**

Dear Kentucky Medicaid Provider:

A provider letter explaining the NDC requirement and billing process was recently mailed. Since that time Kentucky Medicaid has revised the process and **no longer requires** a HCPCS code to be billed with revenue codes 250-259 and 634-636. Renal dialysis clinics will continue to bill HCPCS codes with revenue code 636.

Effective July 1, 2009, outpatient hospital providers and renal dialysis clinics will be required to bill revenue codes 250-259 and 634-636 with an appropriate NDC code. This requirement also applies to Medicare crossover claims. You may bill the NDC as early as April 1, 2009 but the requirement will not be in effect until July 1, 2009.

The billing changes to the UB-04 claim form are as follows:

- Form Locator 43 will require an N4 qualifier followed by the 11 digit NDC. There should be no spaces or dashes. Example N4
- When billing a revenue code with multiple NDCs on a paper claim, the NDC Detail Attachment form is required. Follow the above instructions for listing the first NDC code. The additional NDCs are to be listed on the NDC Detail Attachment form. Enter the corresponding detail line number from the claim form and list the NDC code. Repeat as necessary.

A copy of the NDC Detail Attachment form and instructions are attached for your convenience. The billing instructions have been updated and are posted at [www.kymmis.com](http://www.kymmis.com).

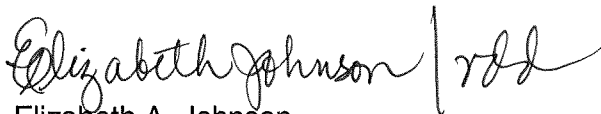
You may continue to bill claims via the KyHealth Net. The KyHealth Net has been updated to allow billing of NDC(s). The KyHealth Net guides have also been updated and are available on the website listed above. Please visit the website for a list of Frequently Asked Questions.

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Providers will not be required to convert HCPCS units into NDC quantity. All providers must implement a process to record and maintain the NDC(s) of the actual drug(s) administered to the recipient as well as the quantity of drug(s) given.

If you have any questions, please contact EDS Provider Inquiry at 1-800-807-1232.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth Johnson" followed by a vertical line and the initials "rdd".

Elizabeth A. Johnson  
Commissioner

EAJ/DB/mah/vlp00727